

**Amendment No. 1 to HB1923**

**Marsh  
Signature of Sponsor**

**AMEND Senate Bill No. 1861\***

**House Bill No. 1923**

by deleting all language after the enacting clause and substituting instead the following:

SECTION 1. Tennessee Code Annotated, Section 7-88-107, is amended by adding the following new subsection:

(c) Any bonds, notes, or other indebtedness, including any refinancing or refunding, proposed to be issued under this part must be approved by the state funding board.

SECTION 2. Tennessee Code Annotated, Section 7-88-114, is amended by deleting the section and substituting instead the following:

(a)

(1) This part only applies to tourism development zones existing as of the effective date of this act.

(2) Letters of intent previously filed with the commissioner of finance and administration are no longer valid.

(3) This part does not authorize the creation of tourism development zones based on any outstanding letter of intent.

(b) Each tourism development zone is strictly prohibited from expanding its boundaries or extending its term.

(c)

(1) Any modification to a tourism development zone must be approved by the state building commission.

**Amendment No. 1 to HB1923**

**Marsh  
Signature of Sponsor**

**AMEND Senate Bill No. 1861\***

**House Bill No. 1923**

(2) As used in this section, "modification" means any amendment, including, but not limited to, adding new qualified public use facilities, qualified associated developments, or ancillary structures or facilities, as well as any use of property tax revenue pursuant to § 7-88-113.

(3) The state building commission has express authority to deny proposed uses of funds if it determines by a majority vote that any proposed use is not economically feasible or not in the best interest of the state.

(d) The municipality or public authority in which a tourism development zone is located shall file with the commissioner of finance and administration and the state building commission an annual report in a form and in accordance with procedures prescribed by the comptroller of the treasury, which shall include:

(1) A list of contractual commitments entered into during the previous year, specifying the individual parties and expenditures and the scope of work, where "contractual commitments" shall be defined as any agreement or commitment, including those for professional services, in excess of one hundred thousand dollars (\$100,000) that is funded in whole or in part by tourism development zone funds;

(2) The principal debt and interest, tourism development zone revenues, total expenditures, expenditures made with surplus funds, outstanding indebtedness, periodic surplus/deficit, and cumulative surplus/deficit;

(3) The cumulative amount of funds expended from the tourism development zone on the tourism development zone as a whole, and by sub account on each qualified public use facility, and indicate whether such funds were bond proceeds or surplus revenues; and

(4) An annual sources and uses report showing all funds received or expended in conjunction with, in relation to, or leveraged with, tourism development zone funds. Received funds shall be stated separately from each funding source. Receipts or expenditures of less than one hundred thousand dollars (\$100,000) may be reported in the aggregate by category. For receipts and expenditures in excess of one hundred thousand dollars (\$100,000), each item must be listed with specificity and include the payee(s), purpose, and date.

(e) In addition to the annual report, the state building commission, acting through the commissioner of finance and administration, shall have the authority to request at any time a sources and uses report showing all funds received or expended by the municipality or public authority with respect to the tourism development zone during the previous three (3) months.

SECTION 3. This act shall take effect upon becoming a law, the public welfare requiring it.